DEPARTMENT OF SOCIAL AND HEALTH SERVICES MEDICAL ASSISTANCE ADMINISTRATION Olympia, Washington

To: Outpatient Hospitals Memorandum No: 02-42 MAA

Managed Care Plans Issued: July 1, 2002

CSO Administrators

Regional Administrators For Information Call:

1-800-562-6188

From: Douglas Porter, Assistant Secretary Supersedes: 01-51 MAA

Medical Assistance Administration (MAA) 01-78 MAA

Subject: Update to the RBRVS* and Vendor Rate Increase for Outpatient Hospitals

Effective for dates of service on and after July 1, 2002, the Medical Assistance Administration (MAA) will implement:

- The updated Medicare Physician Fee Schedule Data Base (MPFSDB) Year 2002 relative value units (RVUs);
- The updated Medicare Clinical Laboratory Fee Schedule (MCLFS);
- Additions to the Year 2002 Current Procedural Terminology (CPT™) codes;
- Changes to the Health Care Financing Administration Common Procedure Coding System (HCPCS) Level II codes;
- Technical Changes; and
- An appropriated one and one-half (1.5) percent vendor rate increase.

Maximum Allowable Fees

In updating the fee schedule with Year 2002 RVUs and clinical laboratory fees, MAA maintained overall budget neutrality. The 2001-2003 Biennium Appropriations Act authorizes this one and one-half (1.5) percent vendor rate increase for MAA fee-for-service programs. The maximum allowable fees have been adjusted to reflect the changes listed above.

MAA is currently updating the <u>Outpatient Hospital Services Billing Instructions</u>. The new edition will reflect the changes listed in this memorandum. To obtain this memorandum electronically go to MAA's website at http://maa.dshs.wa.gov (click on the Provider Publications/Fee Schedules link).

The July 2002 fee schedule will be available on MAA's website on or before July 1, 2002.

Bill MAA your usual and customary charge.

*RBRVS stands for Resource-Based Relative Value Scale

Outpatient PET Scans

- Expedited Prior Authorization (EPA) criteria will be established for all PET scan procedures, allowing providers to create their own prior authorization numbers. Therefore, PET scans will no longer require written/fax prior authorization. MAA is currently updating its Outpatient Hospital Services Billing Instructions. Details on creating EPA numbers will be included in the new billing instructions.
- HCPCS code **G0219** (PET imaging whole body; full- and partial-ring PET scanners only, non-covered individual) **is no longer covered**.
- Effective for dates of service on and after July 1, 2002, the following PET scan HCPCS codes were added:

HCPCS Procedure		July 1, 2002 MAA Maximum	
Code	Full Description	Allowable Fee	Limitations
G0252	PET imaging, full and partial-ring PET scanners only, for initial diagnosis of breast cancer and/or surgical planning for breast cancer (e.g. initial staging of axillary lymph nodes), not covered by Medicare	Not Covered	Not Covered
G0253	PET imaging for breast cancer, full and partial ring PET scanners only, detection of local regional recurrence or distant metastases, i.e. staging/restaging after or prior to course of treatment	By Report	Requires written/fax prior authorization
G0254	PET imaging for breast cancer, full and partial-ring PET scanners only, evaluation of response to treatment, performed during course of treatment	By Report	Requires written/fax prior authorization

STAT Lab Coding Change

• The state-unique procedure code **8949M** for STAT laboratory charges **is discontinued** and replaced with the following HCPCS code:

HCPCS		July 1, 2002 MAA Maximum
Procedure Code	Description	Allowable Fee
S3600	Stat laboratory request	\$3.35

Occupational Therapy

The following procedure codes were added to those payable when performed by occupational therapists:

Procedure Code	Brief Description	
97520	Prosthetic training	
97535	Self care mngment training	
97537	Community/work reintegration	
0002M*	Custom splints (cock-up and/or dynamic)	

Medical Nutrition Therapy

Last year, MAA assigned flat fees to the medical nutrition therapy procedures as there were no Medicare-assigned RVUs. However, Medicare has since assigned RVUs to these procedures. Effective for dates of service on and after July 1, 2002, MAA will adopt these RVUs and establish fees using the RBRVS methodology. Due to the change in the feesetting methodology, MAA will also revise the unit description and unit limitations for group therapy as described below:

CPT		July 1, 2002	
Procedure		MAA Maximum	
Code	Brief Description	Allowable Fee	
97802	Medical nutrition, indiv, initial	\$10.47/per unit	
	1 unit = 15 minutes	Maximum of 2 hours (8	
		units) per year	
97803	Med nutrition, indiv, subseq	\$10.47/per unit	
	1 unit = 15 minutes	Maximum of 1 hour (4	
		units)	
		Per day	
97804	Medical nutrition, group	\$4.10/per unit	
	1 unit = 15 minutes	Maximum of 1 hour (4	
		units)	
		per day	

^{*}State-unique code

Synagis

MAA covers the immune globulin Synagis (CPT code 90378) only after written/fax prior authorization has been obtained. To obtain written/fax prior authorization, send or fax your request to:

MAA-Division of Medical Management Attn: Synagis Coordinator PO Box 45506

Olympia, WA 98504-5506 Fax: (360) 586-2262

Outpatient hospitals must use CPT code 90378 in combination with the appropriate revenue code to be reimbursed for Synagis. The following maximum allowable fees are established for Synagis:

	CPT		July 1, 2002
	Procedure		Maximum
Units	Code	Description	Allowable Fee
1	90378	Synagis, 50 mg	\$598.00
2	90378	Synagis, 100 mg	\$1,128.00
3	90378	Synagis, 150 mg	\$1,726.00
4	90378	Synagis, 200 mg	\$2,256.00

- Bill one unit for each 50 mg. of Synagis used.
- MAA reimburses for Synagis at the lesser of billed charges or MAA's maximum allowable regardless of place of service.

Complete Synagis program guidelines will be available in the upcoming <u>Outpatient Hospital Services Billing Instructions</u>. MAA reimburses for Synagis at the lesser of billed charges or MAA's maximum allowable charge.